Vermont Public Service Board 112 State Street, Drawer 20 Montpelier, Vermont 05620-2701

July 28, 2005

Honorable Marlene H. Dortch, Secretary Federal Communications Commission 445 12th Street SW Room TW-B204 Washington, D.C. 20554 (filed electronically)

Re: Federal-State Joint Board on Universal Service, CC Docket No. 96-45; "USERP Package"

Dear Secretary Dortch:

Please find attached a plan for revising universal service support to rural and nonrural wireline carriers, as well as competitive ETCs. The plan is called the Universal Service Endpoint Reform Plan ("USERP").

The filing is made pursuant to discussions at the meeting of the Federal-State Joint Board on July 25, 2005 in Austin, Texas. I understand that the Commission may soon publish a notice that seeks comment on a number of "packages" proposed by Joint Board members, possibly including this one. One or more of those other packages may refer to the USERP plan.

The first attachment is a document describing the USERP plan. Also attached is a spreadsheet showing how the plan might work in a hypothetical high-cost state.

This plan was developed by three members of the Joint Board staff, whose telephone numbers are listed here:

Jeff Pursley – (402) 471-3101 Joel Shifman – (207) 287-1381 Peter Bluhm – (802) 828-2358

Respectfully,

Peter M. Bluhm, Esq. Staff Member Federal-State Joint Board on Universal Service

Enclosures (2)